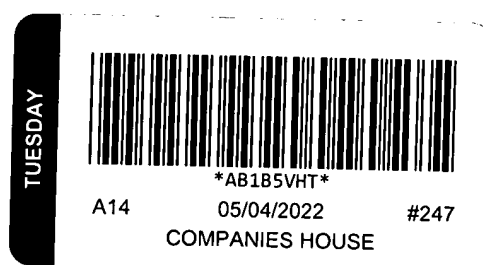


**REGISTERED COMPANY NUMBER: 00542449 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 1064178**

**Report of the Trustees and**  
**Financial Statements for the Year Ended 30 September 2021**  
**for**  
**Ffestiniog Railway Society**



Dunn & Ellis Cyf  
Chartered Accountants/Statutory Auditors  
Chartered Accountants  
Adeilad St David's Building,  
Stryd Lombard Street  
Porthmadog  
Gwynedd  
LL49 9AP

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**for the Year Ended 30 September 2021**

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**Report of the Trustees**  
**for the Year Ended 30 September 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 September 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

The principal objective and aim of the Charity in the year under review was to advance the education of the public through the conservation of the Ffestiniog Railway. In practical terms, the activities of the charitable company in furtherance of its objectives are to support the Festiniog Railway Company in its preservation and operation of the Ffestiniog Railway.

**Public benefit**

The trustees confirm that they have complied with their duties as set out in Section 17(5) of the 2011 Charities Act to have due regard to the public benefit guidance published by the Charity Commission.

**Volunteering**

Train services came to an unscheduled end on 22 October 2020 as a result of public health restrictions imposed to restrict the spread of the covid19 virus. Unfortunately, this was followed at the end of that month by the departure of a significant number of members of staff made necessary by the need to economise in view of the drastic reduction in income available to the Festiniog Railway Company. Further restrictions on travel were imposed over the winter period and train services only resumed on 27 April 2021 with Woodland Wanderer and Mountain Prince services subsequently running to Tanybwllch and Dduallt respectively. Volunteers have played a vital role in providing these services both on the trains and as part of the hugely successful station host scheme. Locally based volunteers were also able to assist with basic maintenance activities over the winter period within the permitted regulations.

The relaxation of restrictions over the spring and summer periods allowed volunteers to return to their usual work of supporting all departments in the Ffestiniog Railway. The concept of a Minibash was introduced that allowed smaller groups of volunteers to meet at more frequent intervals than the usual Megabash and Gigabash events. This allowed volunteers to support the cleaning and preparation of Blaenau Ffestiniog station before the restoration of services in late July. It was very pleasing to see the return of the Young Volunteers Training Week in early August which is such an important event in securing the future of volunteering.

At the end of July 2021, it was announced that UNESCO had inscribed The Slate Landscape of Northwest Wales as a World Heritage Site. It is to be hoped that this designation will provide additional traffic for the Ffestiniog Railway as well as economic benefits to local communities.

The plaques recording the award of the 2020 Hendy & Pendle Trust Volunteers Award for the Minfford Gweithdy project were formally unveiled on 27 September 2021. The Society supported the restoration of the building which is a key workspace for volunteers as well as being available for community use. The restoration of this building is a fitting memorial to Eileen Clayton.

In October, the Society was delighted to learn that the bid to the National Lottery Heritage Fund for the Boston Lodge Interpretation and Regeneration Project had been successful. This three-year project will not only help to restore heritage buildings at Boston Lodge but will provide much improved facilities for staff and volunteers as well as increasing our out-reach into the community. The Society supported phase two of the bid development and has committed to providing its largest ever single grant during the implementation phase.

The Society has been pleased to have been able to help support the Festiniog Railway Company throughout what has been another difficult year. Volunteers and members of the Society have been able to assist with an outturn which is better than could have been expected twelve months or so ago. The trustees have been pleased to engage in collaborative discussions with the Company and the outlook for 2022 is far more encouraging.

**Report of the Trustees**  
**for the Year Ended 30 September 2021**

**FINANCIAL REVIEW**

**Financial Review**

**Financial position**

The total operating surplus for the year amounted to £271,349 (2020: surplus of £3,756) and there were no transfers between the reserves in the year (2020: NIL). Details of direct charitable expenditure can be found in the Statement of Financial Activities.

The Society's total fund balance at the end of 2021 was £1,593,243 (2020: £1,321,894).

**Principal funding sources**

**Finance**

Despite the ongoing global pandemic and the constraints on finance and activity, the Society has seen another successful year with membership income holding firm in amongst strong donations and legacies. The balance sheet position at the year-end remains strong as a result of continued lower levels of activity on the Railway that are supported by the Society, whilst the overall income remained strong with a continued healthy intake of donations and legacies. The general fund position improved by some £133,000 in the full year.

The largest grants made to the Festiniog Railway Company totalled £183,196 in respect of Permanent Way work at Crossing Mawr, Spooners Hollow and Rhiw Plas. Other contributions from the general fund included £11,009 for Boston Lodge points and £4,500 to buy a new bandsaw in the Works. In restricted funds, we paid the final amounts in respect of the Hugh Napier overhaul of £8,310 and £10,485 for carriage restoration. The ongoing volunteer led project to restore the Kerr Stuart diesel 4415 saw costs of £9,737 as the restoration progresses.

During the year the Society board committed to the largest project to date of £475,000 in respect of the National Lottery Heritage Fund application. This is additional to the previous £50,008 committed to fund the application, of which we paid £33,747 in 2021.

**Hostels**

The hostel saw another challenged year due to further travel restrictions over the winter 2020/21 and the ongoing social restrictions due to the pandemic. Of a total available 5,475 bed nights available in the hostel (adjusted to reflect available usage), actual occupancy was only 2,007 compared to 2,532 in the year before. Clearly this has an impact on the income whilst the running costs of the hostel are not sufficiently variable to offset this.

**Membership**

**Numbers and recognition**

As in previous years, the majority of the Society's income came from the continued support of its much-valued members. The classification and breakdown of fee-paying memberships are as follows:

	<b><u>2021</u></b>	<b><u>2020</u></b>
Full members	<b>820</b>	862
Senior citizens	<b>1,552</b>	1,567
Associate	<b>171</b>	198
Senior citizens associate	<b>372</b>	361
Family main	<b>103</b>	115
Family - spouse / partner	<b>103</b>	114
Family - child	<b>177</b>	214
Juniors	<b>23</b>	22
Volunteer students	<b>31</b>	28
Life	<b>1,266</b>	1,341
Covenanted life	<b>70</b>	83
Senior citizen life	<b>109</b>	97
Associate life	<b>175</b>	197
Honorary life members	<b>6</b>	6
Total membership	<b>4,978</b>	5,205

**Report of the Trustees**  
**for the Year Ended 30 September 2021**

The Society's membership year runs from the 1st January to the end of December, which differs from its accounting year by three months. As a result, the Society accrues a proportion of its annual membership income so as to carry it over to the relevant accounting period.

The Society is also aware that some members have prepaid their membership by a varying number of years, and again, these identified amounts are carried over to the relevant accounting periods. The same approach is also undertaken for Diamond Jubilee Appeal donors who are provided with Society membership.

Life and associated life membership fees represent one off contributions by these members for continued lifelong membership. In order that the Society's continuing obligations to these members is adequately reflected in its financial statements, life membership income received is accrued and written off over an 10 year period, which is considered by the Trustees to produce a reasonable approximation of expected accrued benefit and matches the approach undertaken by two similar organisations.

**Report on the membership numbers**

Whilst it is disappointing to report that membership dipped just below 5,000 at year-end (with 4,978 members compared with 5,205 at the start of the year) this is still a respectable position given the challenges presented by the pandemic to visit and enjoy the Railway.

We are pleased to see that whilst 364 members did not renew for 2020/21, this compares favourably with 518 last year, so our retention has improved on the previous year. Where we have suffered is that we only recruited 216 new members this year compared to 310 last year - again, entirely due to the pandemic.

As a summary, life membership is largely static once we allow for a clean-up exercise and annual membership is down by just over 100, which is roughly the shortfall this year in new members.

**Fundraising**

From a projects point of view, the Society launched the Linda appeal in December 2020 with an aim to raise £60,000 to reflect the 60 years (in 2022) that Linda has been on the Ffestiniog Railway, with the ability to sponsor certain years. The response was fantastic and testament to the popularity of the loco, with nearly £90,000 raised by the end of the financial year. This allowed the Festiniog Railway Company to commit to the rebuild and by the end of the year the boiler has been overhauled and tested ready for refitting once the chassis work has been completed.

**Investment policy and objectives**

The Society has adopted a conservative investment plan, which ensures all surplus funds are invested in an interest-bearing account with NatWest bank. This risk-free approach involves regular rebalancing of investments between current and reserve accounts. The interest earned is allocated monthly across all funds in line with the balances in those funds at the beginning of the month.

**Report of the Trustees**  
**for the Year Ended 30 September 2021**

**FINANCIAL REVIEW**

**Reserves policy**

The Society's policy is to maintain an adequate reserve so as to enable it to discharge its charitable objectives and meet its ongoing day to day requirements. This being the case, the trustees consider that twelve months of general fund expenditure is an appropriate level of reserve to meet the day-to-day running costs of the charity including maintaining production of the in-house magazine and support for the running of the volunteer hostels, with this amounting to a sum of £65,000.

The main need of course is to hold sufficient reserves for its core objective of supporting the Ffestiniog Railway, which includes collecting unrestricted, designated, and restricted funds for a number of projects, administering and collecting moneys from the annual appeals as well as raising and maintaining sufficient general funds to meet its obligations for committed charitable objects. As at the end of 2021 the Society's main funds stood at:

**Restricted funds:** £890,465 (2020: £751,912)

The restricted funds held by the charity are only available for use on specific projects which are taken forward as resources become available to the Festiniog Railway Company. A detailed analysis of these projects is disclosed in note 16 of the financial statements.

**General funds:** £702,778 (2020: £569,982)

The Society's 'free' reserve for the year being a surplus of £702,769 (2020: a surplus of £569,973).

Although at first glance the uncommitted fund balance appears large, the difference is earmarked for a programme of grant applications from the Festiniog Railway Company over a four-year period that meet the objectives of the charity. In particular, the sum of £475,000 has been committed to support the National Lottery Heritage Fund Interpretation and Boston Lodge Works project.

**EVENTS SINCE THE YEAR END AND FUTURE PLANS**

As at the 30 September 2021, the amount outstanding of the loan to the Festiniog Railway Company provided in April 2020 for financial support due to the effects of the Covid19 pandemic amounted to £216,804.

In December 2021, the Festiniog Railway Company repaid £125,000 of the outstanding loan. This leaves £91,804 currently outstanding. The remaining loan is interest free and deemed to be repayable on demand.

The Society has committed to provide £475,000 of match-funding for the National Lottery Heritage Fund Interpretation and Boston Lodge Works Project over a three-year period commencing in April 2022.

No other post balance sheet events that require reporting or disclosing in the accounts have occurred since 30 September 2021.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The charity is controlled by its governing document, a memorandum and articles of association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

**Induction and training of new trustees**

As part of their induction, new Board members are made aware of their responsibilities as board members. The induction includes an introduction to the objectives, scope, and policies of the charitable funds. Charity Commission information on trustee responsibility and copies of the previous year's annual report and accounts are provided.

**Report of the Trustees**  
**for the Year Ended 30 September 2021**

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Relationship with third parties**

At the year end the Society holds five ordinary shares and one preference share in the Festiniog Railway Company, which have all been bequeathed to the Society. This constitutes a minority share and does not give any control to the Society. The Society makes grants to the Festiniog Railway Company as part of the pursuance of the main activities of the Society.

The Society also has the right to nominate to the Ffestiniog Railway Trustees for appointment one place on the Board of the Festiniog Railway Company as part of a reciprocal arrangement.

The Society interacts with area and functional groups, which have the common aims of supporting the Ffestiniog Railway.

**Risk management**

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

**Related party and key management personnel**

The trustees consider the only key management personnel of the charity to be the board of trustees, who are in charge of directing, controlling, running and operating the charity on a day-to-day basis. Details of the trustees' remuneration, expenses and related party transactions are disclosed in a note to the accounts.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

00542449 (England and Wales)

**Registered Charity number**

1064178

**Registered office**

Harbour Station  
Porthmadog  
Gwynedd  
LL49 9NF

**Trustees**

Mr H R L Wilson	(Chairman to resignation date)	(resigned 22.6.21)
Mr G Cole	(Deputy Chair/Chairman from 22.6.21)	
Mr G P Bond	(Finance Director / Treasurer)	
Mr D J Charlton		(resigned 1.5.21)
Mr P J Hawkins	(Membership Director)	
Mr D R Jones	(Hostels Director)	
Mr S G Miller	(Nominee member to the FRCo board)	
Mr N C Smith	(Safeguarding Director & Deputy Chair	
Mr M N Wolstenholme	(Volunteering Director)	
Dr A F Tucker	(Volunteering Director)	
Mr L G Graham-Taylor	(Volunteering Director)	

**Vice-Presidents**

Rev Dr R F Buxton  
Mr A Heywood  
Mr T N Oulton  
Mr A J Savage

**Company Secretary**

Mr J E Fenner

**Report of the Trustees**  
**for the Year Ended 30 September 2021**

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Auditors**

Dunn & Ellis Cyf  
Chartered Accountants/Statutory Auditors  
Adeilad St David's Building  
Stryd Lombard Street  
Porthmadog  
Gwynedd  
LL49 9AP

**Bankers**

National Westminster Bank plc  
2nd Floor  
Bryn Eirias  
Abergele Road  
Colwyn Bay  
LL29 8BY

Aldermore bank plc  
Apex Plaza  
Forbury Road  
Reading  
RG1 1AX

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of Ffestiniog Railway Society for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

**AUDITORS**

The auditors, Dunn & Ellis Cyf, will be proposed for re-appointment at the forthcoming Annual General Meeting.



**Ffestiniog Railway Society (Registered number: 00542449)**

**Report of the Trustees**  
**for the Year Ended 30 September 2021**

Approved by order of the board of trustees on 14<sup>th</sup> February 2022 and signed on its behalf by:

.....  
Mr G Cole, Trustee

**Report of the Independent Auditors to the Members of  
Ffestiniog Railway Society (Registered number: 00542449)**

**Opinion**

We have audited the financial statements of Ffestiniog Railway Society (the 'charitable company') for the year ended 30 September 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of  
Ffestiniog Railway Society (Registered number: 00542449)**

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Report of the Independent Auditors to the Members of  
Ffestiniog Railway Society (Registered number: 00542449)**

**Our responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities, and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charitable company through discussions with trustees and other management.
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence, where relevant; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected, and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships.
- tested journal entries to identify unusual transactions.
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to available underlying supporting documentation.
- reading the minutes of meetings of those charged with governance.

**Report of the Independent Auditors to the Members of**  
**Ffestiniog Railway Society (Registered number: 00542449)**

- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HM Revenue & Customs and any relevant regulators etc.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatement that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Mr Iorwerth Williams  
(Senior Statutory Auditor)

for and on behalf of

Dunn & Ellis Cyf  
Statutory Auditors  
Adeilad St David's Building  
Stryd Lombard Street  
Porthmadog  
Gwynedd  
LL49 9AP

Date: 16/2/2022

**Ffestiniog Railway Society**

**Statement of Financial Activities**  
**(Incorporating an Income and Expenditure Account)**  
**for the Year Ended 30 September 2021**

	Notes	Unrestricted fund £	Restricted funds £	30.9.21 Total funds £	30.9.20 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations, legacies & gift aid	3	341,611	180,004	521,615	237,862
<b>Charitable activities</b>	6				
Hostel income		9,306	-	9,306	11,475
Subscriptions		100,394	-	100,394	108,048
Raising charitable funds	4	2,428	-	2,428	3,469
Investment income	5	1,479	35	1,514	1,425
<b>Total</b>		<b>455,218</b>	<b>180,039</b>	<b>635,257</b>	<b>362,279</b>
 <b>EXPENDITURE ON</b>					
Raising charitable funds	7	40,668	-	40,668	44,670
<b>Charitable activities</b>	8				
Hostel expenses		39,084	-	39,084	42,793
Donations to the FR Company		233,403	41,487	274,890	262,455
Governance and support		9,266	-	9,266	8,605
<b>Total</b>		<b>322,421</b>	<b>41,487</b>	<b>363,908</b>	<b>358,523</b>
 <b>NET INCOME</b>		<b>132,797</b>	<b>138,552</b>	<b>271,349</b>	<b>3,756</b>
 <b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		569,982	751,912	1,321,894	1,318,138
 <b>TOTAL FUNDS CARRIED FORWARD</b>		<b>702,779</b>	<b>890,464</b>	<b>1,593,243</b>	<b>1,321,894</b>

The notes form part of these financial statements

**Ffestiniog Railway Society (Registered number: 00542449)****Balance Sheet****30 September 2021**

	Notes	Unrestricted fund £	Restricted funds £	30.9.21 Total funds £	30.9.20 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	13	3	-	3	3
Investments	14	<u>6</u>	<u>-</u>	<u>6</u>	<u>6</u>
		9	-	9	9
<b>CURRENT ASSETS</b>					
Debtors	15	326,695	357,911	684,606	822,538
Cash at bank		<u>524,549</u>	<u>540,317</u>	<u>1,064,866</u>	<u>671,759</u>
		851,244	898,228	1,749,472	1,494,297
<b>CREDITORS</b>					
Amounts falling due within one year	16	<u>(79,217)</u>	<u>(7,763)</u>	<u>(86,980)</u>	<u>(114,208)</u>
<b>NET CURRENT ASSETS</b>		<u>772,027</u>	<u>890,465</u>	<u>1,662,492</u>	<u>1,380,089</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		772,036	890,465	1,662,501	1,380,098
<b>CREDITORS</b>					
Amounts falling due after more than one year	17	<u>(69,258)</u>	<u>-</u>	<u>(69,258)</u>	<u>(58,204)</u>
<b>NET ASSETS</b>		<u>702,778</u>	<u>890,465</u>	<u>1,593,243</u>	<u>1,321,894</u>
<b>FUNDS</b>	18				
Unrestricted funds				702,778	569,982
Restricted funds				<u>890,465</u>	<u>751,912</u>
<b>TOTAL FUNDS</b>				<u>1,593,243</u>	<u>1,321,894</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies' regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 10th February 2022 and were signed on its behalf by:

.....  
Mr G Lole - Trustee

.....  
Mr G P Bond - Trustee

The notes form part of these financial statements

**Ffestiniog Railway Society****Cash Flow Statement  
for the Year Ended 30 September 2021**

	Notes	30.9.21 £	30.9.20 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	<u>391,593</u>	<u>(344,495)</u>
Net cash provided by / (used in) operating activities		<u>391,593</u>	<u>(344,495)</u>
 <b>Cash flows from investing activities</b>			
Interest received		<u>1,514</u>	<u>1,425</u>
Net cash provided by investing activities		<u>1,514</u>	<u>1,425</u>
 <b>Change in cash and cash equivalents in the reporting period</b>		<b>393,107</b>	<b>(343,070)</b>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u><b>671,759</b></u>	<u><b>1,014,829</b></u>
 <b>Cash and cash equivalents at the end of the reporting period</b>		<u><u><b>1,064,866</b></u></u>	<u><u><b>671,759</b></u></u>

The notes form part of these financial statements



**Notes to the Cash Flow Statement**  
**for the Year Ended 30 September 2021**

**1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	<b>30.9.21</b>	<b>30.9.20</b>
	<b>£</b>	<b>£</b>
<b>Net income for the reporting period (as per the Statement of Financial Activities)</b>	<b>271,349</b>	<b>3,756</b>
<b>Adjustments for:</b>		
Interest received	<b>(1,514)</b>	<b>(1,425)</b>
Decrease/(increase) in debtors	<b>137,932</b>	<b>(359,120)</b>
(Decrease)/increase in creditors	<b><u>(16,174)</u></b>	<b><u>12,294</u></b>
<b>Net cash provided by/(used in) operations</b>	<b><u>391,593</u></b>	<b><u>(344,495)</u></b>

**2. ANALYSIS OF CHANGES IN NET FUNDS**

	<b>At 1.10.20</b>	<b>Cash flow</b>	<b>At 30.9.21</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Net cash</b>			
Cash at bank	<b><u>671,759</u></b>	<b><u>393,107</u></b>	<b><u>1,064,866</u></b>
	<b><u>671,759</u></b>	<b><u>393,107</u></b>	<b><u>1,064,866</u></b>
<b>Total</b>	<b><u>671,759</u></b>	<b><u>393,107</u></b>	<b><u>1,064,866</u></b>

**Notes to the Financial Statements**  
**for the Year Ended 30 September 2021**

**1. STATUTORY INFORMATION**

Ffestiniog Railway Society is a limited company, limited by guarantee as defined by the Companies Act 2006 and is registered in England and Wales. The company is also registered as a charity with the Charity Commission. The company's registered numbers and registered office address can be found under the "Reference and administrative details" section of the Report of the Trustees.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

**Income**

**Incoming resources**

All incoming resources are included on the Statement of Financial Activities when it is probable that the income will be received, and the amount can be measured reliably. This is in keeping with the requirements of the abovementioned accounting standards. The Society has thus developed the following policy for recognising incoming resources:

- a. it has entitlement,
- b. it is probable the amounts will be received, and
- c. when the amount can be reliably measured.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received, and the amount can be measured reliably and is not deferred.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Society that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably, and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

Donations are generally recorded upon receipt.

Subscription and Society membership income are recognised according to the above criteria with the exception of amounts received and deemed to be received in advance, which are deferred until the income recognition criteria are met:

- Annual membership relating to three twelfth of the membership income is deferred until the subsequent period.
- Advanced membership receipts are deferred and released in the period to which they relate.
- Diamond Jubilee Appeal income is received for a 5-year membership period and is deferred and apportioned accordingly.
- Life and associated life membership income is deferred and amortised of a deemed 10-year period, which is commensurate to the policy adopted by to other similar organisations.

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 September 2021**

**2. ACCOUNTING POLICIES - continued**

**Expenditure**

**Resources expended, including primary purpose donations**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

In order for donations to meet this recognition criteria, agreements in principle to provide funding for proposed projects are not recognised until valid expense claims are made to the Society, discussed by its board and approved for release.

**Tangible fixed assets**

Tangible fixed asset additions are capitalised if they cost more than £1,000 and can be used for more than one year. Qualifying assets are initially recognised at their cost price and are subsequently recorded at cost, less accumulated depreciation and less amounts recognised in respect of impairment.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

- Plant and machinery is depreciated over 5 years on a straight line basis.
- No depreciation has been charged in these accounts in respect of office equipment and Society Films, which have been depreciated in previous years to their nominal residual value.

**Taxation**

The charity is exempt from corporation tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**Concessionary loans to the Festiniog Railway Company**

From April 2020, as part of its response to the Coronavirus outbreak, the Society lent £250,000 to the Company. This was followed by a further £150,000 lent to the Company at the beginning in July 2020.

Both these loans are repayable on demand and are interest free. Repayment dates may be expected to be discussed further.

In line with the provisions within the accounting standards, these loans are recognised initially at cost, with repayments or conversions to grants being recognised in the relevant periods.

**Voluntary assistance**

The company has no employees and many of its members give freely of their time to carry out all of the activities of the company. These voluntary contributions are not included in the accounts.

**Ffestiniog Railway Society**

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 September 2021**

**3. DONATIONS, LEGACIES & GIFT AID**

	30.9.21	30.9.20
	£	£
Donations	167,530	108,930
Gift aid	38,800	34,663
Legacies	<u>315,285</u>	<u>94,269</u>
	<u>521,615</u>	<u>237,862</u>

**4. RAISING CHARITABLE FUNDS**

	30.9.21	30.9.20
	£	£
Magazine income	2,308	3,238
Sundry income	<u>120</u>	<u>231</u>
	<u>2,428</u>	<u>3,469</u>

**5. INVESTMENT INCOME**

	30.9.21	30.9.20
	£	£
Deposit account interest	<u>1,514</u>	<u>1,425</u>

**6. INCOME FROM CHARITABLE ACTIVITIES**

	<u>Activity</u>	30.9.21	30.9.20
		£	£
Hostel income	Hostel income	9,306	11,475
Subscriptions	Subscriptions	73,516	74,947
Family & associate membership	Subscriptions	10,221	11,965
Student & junior membership	Subscriptions	880	848
Life membership	Subscriptions	<u>15,777</u>	<u>20,288</u>
		<u>109,700</u>	<u>119,523</u>

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 September 2021**

**7. RAISING CHARITABLE FUNDS**

**Administrative expenses**

	<b>30.9.21</b>	<b>30.9.20</b>
	<b>£</b>	<b>£</b>
Magazine	<b>34,961</b>	<b>39,943</b>
Registry expenses	<b>2,420</b>	<b>1,655</b>
Sundries	<b><u>3,287</u></b>	<b><u>3,072</u></b>
	<b><u>40,668</u></b>	<b><u>44,670</u></b>

**8. CHARITABLE ACTIVITIES COSTS**

	<b>Direct Costs £</b>
Hostel expenses	<b>39,084</b>
Donations to the FR Company	<b><u>274,890</u></b>
	<b><u>313,974</u></b>

**9. SUPPORT COSTS**

	<b>Finance £</b>	<b>Governance costs £</b>	<b>Totals £</b>
Other resources expended	<b><u>2,801</u></b>	<b><u>6,465</u></b>	<b><u>9,266</u></b>

**10. AUDITORS' REMUNERATION**

	<b>30.9.21 £</b>	<b>30.9.20 £</b>
Fees payable to the charity's auditors for the audit of the financial statements	<b>3,530</b>	<b>3,210</b>
Accountancy costs	<b><u>2,935</u></b>	<b><u>2,795</u></b>

**11. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 30 September 2021 nor for the year ended 30 September 2020.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 30 September 2021 nor for the year ended 30 September 2020.

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 September 2021**

**12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted fund £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations, legacies & gift aid	98,326	139,536	237,862
<b>Charitable activities</b>			
Hostel income	11,475	-	11,475
Subscriptions	108,048	-	108,048
Raising charitable funds	3,469	-	3,469
Investment income	<u>982</u>	<u>443</u>	<u>1,425</u>
<b>Total</b>	222,300	139,979	362,279
<b>EXPENDITURE ON</b>			
Raising charitable funds	44,670	-	44,670
<b>Charitable activities</b>			
Hostel expenses	42,793	-	42,793
Donations to the FR Company	103,666	158,789	262,455
Governance and support	<u>8,605</u>	<u>-</u>	<u>8,605</u>
<b>Total</b>	199,734	158,789	358,523
<b>NET INCOME/(EXPENDITURE)</b>	22,566	(18,810)	3,756
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	547,415	770,723	1,318,138
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>569,981</u>	<u>751,913</u>	<u>1,321,894</u>

**13. TANGIBLE FIXED ASSETS**

	Plant and machinery £	Office equipment £	Society films £	Totals £
<b>COST</b>				
At 1 October 2020 and 30 September 2021	<u>1,100</u>	<u>1,536</u>	<u>409</u>	<u>3,045</u>
<b>DEPRECIATION</b>				
At 1 October 2020 and 30 September 2021	<u>1,099</u>	<u>1,535</u>	<u>408</u>	<u>3,042</u>
<b>NET BOOK VALUE</b>				
At 30 September 2021	<u>1</u>	<u>1</u>	<u>1</u>	<u>3</u>
At 30 September 2020	<u>1</u>	<u>1</u>	<u>1</u>	<u>3</u>

The net book value on 30 September 2021 represents fixed assets used for the management and administration of the charity.

**Notes to the Financial Statements - continued**  
**for the Year Ended 30 September 2021**

**14. FIXED ASSET INVESTMENTS**

	Fixed asset investments £
<b>MARKET VALUE</b>	
At 1 October 2020 and 30 September 2021	<u>6</u>
<b>NET BOOK VALUE</b>	
At 30 September 2021	<u>6</u>
At 30 September 2020	<u>6</u>

There were no investment assets outside the UK.

The above figures consist of:

- a. The Festiniog Railway Company 100 5% preference shares of £10 each - at cost - £1
- b. 5 ordinary shares of £1 each - at cost - £5

In the opinion of the trustees, the market value of the shares is similar to their cost.

**15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.9.21 £	30.9.20 £
Gift aid debtor	72,492	33,930
Festiniog Railway Company loan	243,804	427,000
Legacies	366,082	357,911
VAT	<u>2,228</u>	<u>3,697</u>
	<u>684,606</u>	<u>822,538</u>

**16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30.9.21 £	30.9.20 £
Trade creditors	8,598	-
Accrued FR Company donations	16,809	50,305
Dee & Mersey group	7,900	7,900
FR heritage group	14,049	14,048
Subscriptions and donations received in advance	33,159	35,950
Accrued expenses	<u>6,465</u>	<u>6,005</u>
	<u>86,980</u>	<u>114,208</u>

**Ffestiniog Railway Society****Notes to the Financial Statements - continued  
for the Year Ended 30 September 2021****17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	30.9.21	30.9.20
	£	£
Subscriptions and donations received in advance	<u>69,258</u>	<u>58,204</u>

**18. MOVEMENT IN FUNDS**

	At 1.10.20 £	Net movement in funds £	At 30.9.21 £
<b>Unrestricted funds</b>			
General fund	569,982	132,796	702,778
<b>Restricted funds</b>			
Heritage fund	6,546	454	7,000
Volunteer hostel fund	1,553	-	1,553
Minffordd Station	2,707	505	3,212
Tan y Bwlch Station	3,046	(853)	2,193
Kids Training Week	9,885	-	9,885
Lineside vehicle	12,812	12,185	24,997
Linda	2,099	87,443	89,542
England Locos	22,492	278	22,770
Lilla maintenance	1,163	(983)	180
Mountaineer	4,422	13,522	17,944
Kerr Stuart diesel 4415	10,940	18,778	29,718
James Spooner	54,419	3,233	57,652
Bug Boxes	92,521	(10,481)	82,040
First class interior	525	(1)	524
LAG drains	4,611	(411)	4,200
Archives	7,247	292	7,539
Waggon tracks	941	-	941
Permanent way	136,700	(1,476)	135,224
Health, safety, and others	1,997	7	2,004
Ashover	4,037	7,995	12,032
Earl of Merioneth	277	(1)	276
Rhiw Goch signal box	1,154	(932)	222
Volunteer tools	145	(2)	143
Blaenau Ffestiniog Station	519	-	519
Hugh Napier	7,971	(7,206)	765
Heritage Buildings	354,058	155	354,213
Covid-19	7,125	16,052	23,177
	<u>751,912</u>	<u>138,553</u>	<u>890,465</u>
<b>TOTAL FUNDS</b>	<u>1,321,894</u>	<u>271,349</u>	<u>1,593,243</u>



**Notes to the Financial Statements - continued  
for the Year Ended 30 September 2021****18. MOVEMENT IN FUNDS - continued**

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	455,218	(322,422)	132,796
<b>Restricted funds</b>			
Heritage fund	454	-	454
Minffordd Station	3,199	(2,694)	505
Tan y Bwlch Station	2,201	(3,054)	(853)
Lineside vehicle	12,185	-	12,185
Linda	87,443	-	87,443
England Locos	278	-	278
Lilla maintenance	-	(983)	(983)
Mountaineer	13,522	-	13,522
Kerr Stuart diesel 4415	29,072	(10,294)	18,778
James Spooner	3,233	-	3,233
Bug Boxes	4	(10,485)	(10,481)
First class interior	-	(1)	(1)
LAG drains	13	(424)	(411)
Archives	987	(695)	292
Permanent way	2,132	(3,608)	(1,476)
Health, safety, and others	7	-	7
Ashover	7,999	(4)	7,995
Earl of Merioneth	-	(1)	(1)
Rhiw Goch signal box	-	(932)	(932)
Volunteer tools	(1)	(1)	(2)
Hugh Napier	1,104	(8,310)	(7,206)
Heritage Buildings	155	-	155
Covid-19	16,052	-	16,052
	<u>180,039</u>	<u>(41,486)</u>	<u>138,553</u>
<b>TOTAL FUNDS</b>	<u>635,257</u>	<u>(363,908)</u>	<u>271,349</u>

**Ffestiniog Railway Society****Notes to the Financial Statements - continued  
for the Year Ended 30 September 2021****18. MOVEMENT IN FUNDS - continued****Comparatives for movement in funds**

	At 1.10.19 £	Net movement in funds £	At 30.9.20 £
<b>Unrestricted funds</b>			
General fund	547,415	22,567	569,982
<b>Restricted funds</b>			
Heritage fund	6,292	254	6,546
Volunteer hostel fund	1,551	2	1,553
Minffordd Station	-	2,707	2,707
Tan y Bwlch Station	3,043	3	3,046
Kids Training Week	8,852	1,033	9,885
Lineside vehicle	12,798	14	12,812
Linda	2,096	3	2,099
England Locos	78,202	(55,710)	22,492
Lilla maintenance	5,851	(4,688)	1,163
Mountaineer	3,021	1,401	4,422
Kerr Stuart diesel 4415	15,023	(4,083)	10,940
James Spooner	49,677	4,742	54,419
Bug Boxes	50,087	42,434	92,521
First class interior	524	1	525
LAG drains	4,032	579	4,611
Archives	2,799	4,448	7,247
Waggon tracks	441	500	941
Permanent way	148,298	(11,598)	136,700
Health, safety, and others	1,995	2	1,997
Ashover	4,032	5	4,037
Earl of Merioneth	276	1	277
Rhiw Goch signal box	1,153	1	1,154
Volunteer tools	144	1	145
Blaenau Ffestiniog Station	519	-	519
Hugh Napier	12,106	(4,135)	7,971
Heritage Buildings	357,911	(3,853)	354,058
Covid-19	-	7,125	7,125
	<u>770,723</u>	<u>(18,811)</u>	<u>751,912</u>
<b>TOTAL FUNDS</b>	<u><u>1,318,138</u></u>	<u><u>3,756</u></u>	<u><u>1,321,894</u></u>

**Notes to the Financial Statements - continued  
for the Year Ended 30 September 2021****18. MOVEMENT IN FUNDS - continued**

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	222,300	(199,733)	22,567
<b>Restricted funds</b>			
Heritage fund	254	-	254
Volunteer hostel fund	2	-	2
Minffordd Station	2,707	-	2,707
Tan y Bwlch Station	3	-	3
Kids Training Week	973	60	1,033
Lineside vehicle	14	-	14
Linda	3	-	3
England Locos	2,157	(57,867)	(55,710)
Lilla maintenance	132	(4,820)	(4,688)
Mountaineer	1,401	-	1,401
Kerr Stuart diesel 4415	4,026	(8,109)	(4,083)
James Spooner	4,742	-	4,742
Bug Boxes	42,434	-	42,434
First class interior	1	-	1
LAG drains	955	(376)	579
Archives	17,737	(13,289)	4,448
Waggon tracks	500	-	500
Permanent way	155	(11,753)	(11,598)
Health, safety, and others	2	-	2
Ashover	5	-	5
Earl of Merioneth	1	-	1
Rhiw Goch signal box	1	-	1
Volunteer tools	1	-	1
Hugh Napier	4,555	(8,690)	(4,135)
Heritage Buildings	93	(3,946)	(3,853)
Covid-19	57,125	(50,000)	7,125
	<u>139,979</u>	<u>(158,790)</u>	<u>(18,811)</u>
<b>TOTAL FUNDS</b>	<u>362,279</u>	<u>(358,523)</u>	<u>3,756</u>

**Ffestiniog Railway Society****Notes to the Financial Statements - continued**  
**for the Year Ended 30 September 2021****18. MOVEMENT IN FUNDS - continued**

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.10.19 £	Net movement in funds £	At 30.9.21 £
<b>Unrestricted funds</b>			
General fund	547,415	155,363	702,778
<b>Restricted funds</b>			
Heritage fund	6,292	708	7,000
Volunteer hostel fund	1,551	2	1,553
Minffordd Station	-	3,212	3,212
Tan y Bwlch Station	3,043	(850)	2,193
Kids Training Week	8,852	1,033	9,885
Lineside vehicle	12,798	12,199	24,997
Linda	2,096	87,446	89,542
England Locos	78,202	(55,432)	22,770
Lilla maintenance	5,851	(5,671)	180
Mountaineer	3,021	14,923	17,944
Kerr Stuart diesel 4415	15,023	14,695	29,718
James Spooner	49,677	7,975	57,652
Bug Boxes	50,087	31,953	82,040
First class interior	524	-	524
LAG drains	4,032	168	4,200
Archives	2,799	4,740	7,539
Waggon tracks	441	500	941
Permanent way	148,298	(13,074)	135,224
Health, safety, and others	1,995	9	2,004
Ashover	4,032	8,000	12,032
Earl of Merioneth	276	-	276
Rhiw Goch signal box	1,153	(931)	222
Volunteer tools	144	(1)	143
Blaenau Ffestiniog Station	519	-	519
Hugh Napier	12,106	(11,341)	765
Heritage Buildings	357,911	(3,698)	354,213
Covid-19	-	23,177	23,177
	<u>770,723</u>	<u>119,742</u>	<u>890,465</u>
<b>TOTAL FUNDS</b>	<u><u>1,318,138</u></u>	<u><u>275,105</u></u>	<u><u>1,593,243</u></u>

## Ffestiniog Railway Society

### Notes to the Financial Statements - continued for the Year Ended 30 September 2021

#### **18. MOVEMENT IN FUNDS - continued**

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	677,518	(522,155)	155,363
<b>Restricted funds</b>			
Heritage fund	708	-	708
Volunteer hostel fund	2	-	2
Minffordd Station	5,906	(2,694)	3,212
Tan y Bwlch Station	2,204	(3,054)	(850)
Kids Training Week	973	60	1,033
Lineside vehicle	12,199	-	12,199
Linda	87,446	-	87,446
England Locos	2,435	(57,867)	(55,432)
Lilla maintenance	132	(5,803)	(5,671)
Mountaineer	14,923	-	14,923
Kerr Stuart diesel 4415	33,098	(18,403)	14,695
James Spooner	7,975	-	7,975
Bug Boxes	42,438	(10,485)	31,953
First class interior	1	(1)	-
LAG drains	968	(800)	168
Archives	18,724	(13,984)	4,740
Waggon tracks	500	-	500
Permanent way	2,287	(15,361)	(13,074)
Health, safety, and others	9	-	9
Ashover	8,004	(4)	8,000
Earl of Merioneth	1	(1)	-
Rhiw Goch signal box	1	(932)	(931)
Volunteer tools	-	(1)	(1)
Hugh Napier	5,659	(17,000)	(11,341)
Heritage Buildings	248	(3,946)	(3,698)
Covid-19	73,177	(50,000)	23,177
	<u>320,018</u>	<u>(200,276)</u>	<u>119,742</u>
<b>TOTAL FUNDS</b>	<u>997,536</u>	<u>(722,431)</u>	<u>275,105</u>

#### **Unrestricted Funds**

See the Reserves Policy for full details.

#### **Restricted Funds**

The Volunteer Hostel Fund is for the hostel in Penrhyn.

The Heritage Fund was set up in 1998 as "partnership funding" with The Festiniog Railway Trust for the Ffestiniog Railway Heritage Project, encompassing carriages 15 and 16 and slate wagon restoration. The fund is used to support heritage minded projects.

The England locos Fund was set up to fund the rebuild of Prince and upon completion of that loco is the home of funds raised for the restoration to working condition of fellow England loco Welsh Pony.

## **Ffestiniog Railway Society**

### **Notes to the Financial Statements - continued** **for the Year Ended 30 September 2021**

#### **18. MOVEMENT IN FUNDS - continued**

The First-Class Interior Fund has been set up as a result of the 2004 Life Member's Appeal to enhance first class accommodation on the Ffestiniog Railway.

The Lilla Maintenance Fund, set up in 1998, aims to raise money to contribute towards the ongoing maintenance of the locomotive.

The Mountaineer Fund exists to return the ALCO loco to traffic in as close as possible to its current form.

The Drains Fund has been set up following a large donation for the purposes of supplying materials for the future maintenance of the drainage infrastructure on the Ffestiniog Railway.

The Archives Fund has been set up as part of an appeal to improve the conditions for the preservation of the priceless collection of Ffestiniog Railway archive information.

The Permanent Way Fund has been set up as a result of a legacy specified for that purpose.

Others include funds for health and safety projects and volunteer entertainment equipment.

#### **General Fund Appropriations**

Donations to the Festiniog Railway Company in respect of:

	<b><u>2021</u></b>	<b>2020</b>
NRHA Plaque	<b>363</b>	-
Boston Lodge points	<b>11,009</b>	£19,175
Boston Lodge NHLF	<b>33,566</b>	5,464
Blacksmiths	-	£19,549
Permanent Way	<b>183,196</b>	-
Bandsaw	<b>4,500</b>	-
Heritage waggons	-	£15,582
Hostel	-	£20,260
Minffordd station	<b>519</b>	-
Leaflets	<b>250</b>	-
Baseplates/Sleepers	-	£17,694
Other	-	£5,942
Totals	<b>233,403</b>	103,666

#### **19. RELATED PARTY TRANSACTIONS**

As stated in the principal activities section of the trustees' report, the purpose of the company is to support the restoration of the Ffestiniog Railway. For many years, there has been an arrangement whereby the company nominated one director onto the board of The Festiniog Railway Company and that company nominated a person to sit on the board of this company. During the year, the Society nominee was Sam Miller. Sam Miller did not receive any benefit from the Society during the year.

During the year the Ffestiniog Railway Society made donations totalling £274,890 (2020: £262,455) to The Festiniog Railway Company. The makeup of which being made up of current year donations amounting to £74,887 (2020: £212,150), a conversion of the covid support loan of £183,196 (2020: nil) and year end accruals amounting to £16,807 (2020: £50,305).

The Society also had transactions with related groups and the FR Co during the year, and at the year end the Festiniog Railway Company amount owed to the Society stood at £243,804 (2020: £427,000), with this amount being included within debtors on the balance sheet. The Society also retained funds on behalf of the Dee & Mersey and FR Heritage groups, with the total held within creditors amounting to £21,949 (2020: £21,948).

**20. POST BALANCE SHEET EVENTS**

**Covid related support provided to the Festiniog Railway Company**

As noted in the accounts to September 2020, the Ffestiniog Railway Society loaned £400,000 to the Festiniog Railway Company (FRCo) to support cashflow during the COVID pandemic. This loan was interest free, without security and deemed to be repayable upon demand.

During the September 2021 financial year end, the board of trustees agreed to convert £183,196 of the financial loan support into a grant, with this representing costs incurred by the Festiniog Railway Company infrastructure projects at Crossing Mawr, Spooners Hollow and Rhiw Plas. A further amount of £125,000 was then repaid by the FRCo in December 2021.

**NLHF Boston Lodge Heritage Restoration and Interpretation Project**

In April 2021 the board held an extraordinary meeting to discuss the agreement to grant the FRCo the sum of £475,014, to be specifically used as match funding for the Interpretation and Boston Lodge project sponsored by the National Lottery Heritage Fund. With this being a 50% contribution towards the total matched funding required from the FRCo as part of the NLHF Boston Lodge Heritage and Interpretation Project. The remaining 50% contribution was being contributed by the F&WHR Trust.

The grant is to be drawn down in tranches over a three-year period, with the first payment by the Society, to the FRCo expected to take place during 2022.